From: Jay Marshall <jaymarshall@sisna.com>

To: <p

**Date:** 10/25/2004 1:38:04 PM

**Subject:** Suspension of Water Monitoring

Hi Pam;

As Dave Darby and I have discussed previously, baseline water monitoring for Lila Canyon is complete. Two full years of data has been collected.

As of the second quarter of 2004 UEI will no longer collect water samples from locations identified in Part "B", Lila Canyon extension to the Horse Canyon Plan. Upon the approval of the Lila Canyon application, UEI will commence water sampling under continued operations.

UEI will continue monitoring the Horse Canyon locations as per our approved permit.

If you have any questions please call.

Thanks Jay